

State of Utah

Department of **Natural Resources**

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:				
Company	Mark Reynolds Resident Agent			
Company	Charles Reynolds Resident Agent			
OGM	Pete Hess Environmental Scientist III			

Inspection Report

Permit Number:	C0150025		
Inspection Type:	COMPLETE		
Inspection Date:	Thursday, May 15, 2008		
Start Date/Time:	5/15/2008 8:55:00 AM		
End Date/Time:	5/15/2008 11:35:00 AM		
Last Inspection:	Tuesday, April 15, 2008		

Inspector: Pete Hess, Environmental Scientist III Weather: Overcast; some rain during inspection.

InspectionID Report Number: 1641

Types of Operations

Permitee: CO-OP MINING CO Operator: CO-OP MINING CO

Site: BEAR CANYON MINE

Address: PO BOX 1245, HUNTINGTON UT 84528

County: EMERY

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

10,967.39	Total Permitted Total Disturbed		
40.46			
	Phase I		
	Phase II		
	Phase III		

Mineral Ownership

✓ Federal ✓ Underground State Surface County Loadout Processing Other Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

A review of the uploaded fourth quarter 2007 surface and ground water monitoring data by DOGM personnel revealed that the Permittee had failed to monitor for the ammonia parameter at five groundwater monitoring points and six surface water monitoring points. Also, nine other parameters were missed at surface monitoring site MH-2. Violation N10020 was issued to the Permittee as a hinderance for failure to properly conduct surface and ground water monitoring in accordance with the approved mining and reclamation plan on May 14, 2008.

There were no other violations issued during today's complete inspection of the site. Mr. Shawn Baker is a new employee at the Bear Canyon Mine; he is working in the Engineering Department helping Mr.

Mark Reynolds.

Inspector's Signature:

Date

Thursday, May 15, 2008

Pete Hess, Environmental Scientist III

Inspector ID Number: 46

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	\checkmark		✓	
2.	Signs and Markers	✓			
3.	Topsoil	~			
4.a	Hydrologic Balance: Diversions	✓			
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		~	
4.c	Hydrologic Balance: Other Sediment Control Measures	✓			
4.d	Hydrologic Balance: Water Monitoring	✓			
4.e	Hydrologic Balance: Effluent Limitations	✓			
5.	Explosives	V			
6.	Disposal of Excess Spoil, Fills, Benches		✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments		V		
8.	Noncoal Waste	✓			
9.	Protection of Fish, Wildlife and Related Environmental Issues	✓		✓	
10.	Slides and Other Damage	✓			
11.	Contemporaneous Reclamation		V		
12.	Backfilling And Grading		✓		
13.	Revegetation		✓		
14.	Subsidence Control	✓			
15.	Cessation of Operations	✓			
16.a	Roads: Construction, Maintenance, Surfacing	✓			
16.Ł	Roads: Drainage Controls	V			
17.	Other Transportation Facilities		✓		
18.	Support Facilities, Utility Installations	✓			
19.	AVS Check		V		
20.	Air Quality Permit	✓			
21.	Bonding and Insurance	✓			
22.	Other		V		

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1. Permits, Change, Transfer, Renewal, Sale

The Permittee has received a UPDES permit renewal, effective on May 1, 2008.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

Ponds A, B, C, and D and catch basins 1,2, and 3 were inspected on May 13 and 14, 2008 by Mr. Mark Reynolds, P.E., and Mr. Baker. There were no signs of instability or other hazards noted during that inspection. All impounding structures retain sediment storage capacity below the 60% cleanout elevation.

9. Protection of Fish, Wildlife and Related Environmental Issues

The Permittee has contracted to do the annual raptor survey on May 22, 2008.